



**Agenda Item #4. Approval of the March Regular Meeting Minutes**

[00.02.56 into the pension meeting audio.]

The Minutes for the March Regular Meeting were approved by unanimous vote of the Board after a motion to approve the minutes was made by Mr. Hensley and seconded by Mr. Wood.

**Agenda Item #5. Report from Board Legal Consultant**

[00.04.22 into the pension meeting audio.]

A. [No legal counsel present]

**Agenda Item #6. Report from Board Financial Consultant**

[00.05.25 into the pension meeting audio]

A. March Financial Report —Mr. Brister, Financial Consultant for the Fund, gave the March 2011 financial report and stated that on March 31, 2011, the market value of the total Fund was \$47,879,607 of which \$23,442,935.48 was allocated to DROP. This represents a decrease in the account balance of (\$906,645) since February 28, 2011. The component of this change was income of \$98,101 and net contributions/withdrawals of (\$1,298,625). The Funds overall market rate of return for the month of March 2011 was 0.83% and 3.95% calendar year to date.

The Financial Consultants stated we had a very good month in March of 2011 given the problems in the stock market created by the Japan situation.

**Agenda Item #7. Report of Board Lobbyist**

[00.37.42 into the pension meeting audio.]

A. Discussion of Legislative Proposals — The Lobbyist started that the longevity bonus for widows past as well as allowing the children of deceased members to continue to draw benefits past their 18<sup>th</sup> birthday.

SB 183 was passed that will allow the State Police to fund their unfunded pension balance that will affect their requirements for premium tax. The PRB's SB 181 also past after negotiation with the Governor's Office and DF&A modified the Bill to increase the amount of funds from the "leftover" premium tax that will go back to the general revenue fund from 2 million dollars to 4 million dollars. SB181 would not provide any money to our pension plan; however, the Bill would lower the cost of the LOPFI plan to the City and raise the price to smaller cities over time and would allow our fund to receive some assistance from the new fund previously known as the "grantee fund."

Our Lobbyist then spoke about SB 158 which was the Supplement Benefit increase and thanked all our Board for getting our membership to call their representatives to voice their concerns on this matter and claimed that it helped get the Bill out of the committee with a

78 unanimous vote to approve the measure; however, it lacked proper support in the Senate.  
79 He recommended that we revive our efforts on this issue in another two years.  
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81 **Agenda Item #8 Report from Board Chairman**

82 [01.00.01 into the pension meeting audio]  
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84 [Items A, B, C, and D were tabled because of the absence of the Chairman.]  
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86 **Agenda Item #9. Report from Board Secretary**

87 [01.13.26 into the pension meeting audio.]  
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- 89 A. Purchase of New Document Scanner — Mr. Young stated that this item was on the agenda  
90 to determine if the Pension Office was going to be able to assist him with obtaining  
91 electronic files on the pension meetings. Ms. Lenehan stated that the Financial Advisors  
92 were looking into providing their monthly report in electronic format but have provided no  
93 further information about their ability to do so. For that reason, this item was tabled until  
94 the next pension board meeting.

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96 **Agenda Item #10. Report from Board Treasurer**

97 [01.19.53 into the pension meeting audio.]  
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- 99 A. Financial Reports for February and March — The Treasurer reviewed the February and  
100 March financial reports. Mr. Harrod made a motion [01.23.47 into the pension meeting  
101 audio] that the Board approve the financial reports that was seconded by Mr. Hensley and  
102 passed by a unanimous vote of the Board.
- 103 B. Report on effort to obtain base benefits for calculation of “additional appropriation” under  
104 SB181 — Ms. Lenehan stated [01.43.15 into the pension meeting audio] she had talked  
105 with Mr. Carreiro but that he did not have any calculations at this time but was working on  
106 them. For that reason, this item was tabled until the next pension meeting.
- 107 C. Report on change of membership status [Out of Agenda Order] — The Treasurer reported  
108 [01.34.22 into the pension meeting audio] that we have Mr. David Rowan to add to our  
109 retirement rolls effective the next day. Mr. Hensley made a motion to approve the  
110 retirement and to remove William Gingerich, Christine McKinney, and William Spencer  
111 from our pension rolls and add the widows Marie Gingerich and Pegie Spencer to our  
112 pension rolls as well as to pay the death benefits on Mr. William Gingerich and Mr.  
113 William Spencer. Ms. Lenehan seconded the motion that passed by a unanimous vote of  
114 the Board.

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116 **Agenda Item #11. Board Member Topics of Discussion**

117 [01.39.56 into the pension meeting audio]  
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- 118 A. Discussion of DROP Interest Rates (Mr. Hensley) [Out of Agenda Order] — Mr. Hensley  
119 stated our fund could establish a different method of calculation on the DROP withdrawals

120 according to the PRB. Ms. Lenehan stated that the system would have to be reprogramed  
121 but we would have time to institute the change and she will report back to the fund with  
122 proposals to accomplish this goal. For that reason, this item was tabled until the next  
123 pension meeting.

- 124 B. Report from Legislative Committee (Mr. Wood) — Mr. Wood reported [01.43.57 into the  
125 pension meeting audio] that we need to identify those plans that are projected insolvent  
126 funds or otherwise hurting for funding and attend their Board meetings or contact them to  
127 get them on board to assist us in our efforts instead of being in opposition to our  
128 suggestions with statewide application. Mr. Young made a motion [01.50.55 into the  
129 pension meeting audio] that Mr. Rowan be asked to remain on the pension board  
130 committees that he is currently on to assist our efforts in those matters. Mr. Harrod  
131 seconded the motion that was passed by a unanimous vote of the Board.

- 132 C. Review January and February Attorney Invoices (Mr. Hensley) — The Board reviewed the  
133 Attorney Fees submitted and agreed to pay the amounts of the Attorney Billing.

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135 **Agenda Item #12. Fund Members Comments**

136 [02.09.33 into the pension meeting audio]

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138 [There were no fund members present except those on the Board.]

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140 **Agenda Item #13. Other Business**

141 [02.11.02 into the pension meeting audio]

- 142  
143 A. Election Process — Ms. Lindsey reported that Mr. Hensley and Mr. Harrod were unopposed  
144 for their present pension seats and Mr. Rusty Wood was unopposed for the seat currently held  
145 by Mr. Rowan. For that reason, no election will be held and the unopposed candidates will  
146 automatically continue or assume their respective responsibilities on the pension Board.

- 147 B. Approval to hold C. Armstrong's check — [Previously resolved]

- 148 C. Recommendation to Sara Lenehan — Mr. Young recommended to Ms. Lenehan that she hire  
149 Ms. Kathy Lindsey to replace Ms. Sharon Phillips and asked the Board to join him in that  
150 recommendation. The motion failed for the lack of a second.

151 Mr. Hensley asked Ms. Lenehan [02.24.23 into the pension board meeting] for an explanation  
152 of the progress on the sales tax issue. Ms. Lenehan explained that the sales tax issue is  
153 currently being presented to the citizens to obtain their opinions on the issues before attaching  
154 actual figures to each issue and then will be presented again to the citizens. Mr. Hensley  
155 stated that it was very important to the pension board that the board receive a specific amount  
156 within the sales tax issue.

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159 **Agenda Item #14. Adjourn Meeting**  
160 [02.34.25 into the pension meeting audio.]  
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162 Mr. Rowan made a motion to adjourn and Mr. Harrod seconded the motion that passed by a  
163 unanimous vote of the Board at approximately 11:38 hours.

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168

169 Respectfully Submitted,

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172 Stephen R. Young

173 Board Secretary